

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

June 23, 2014

Certified Return Receipt 7011 2970 0001 8828 9883

Lexon Insurance Company 10002 Shelbyville Road, Suite 100 Louisville, Kentucky 40223

Subject: Authorization for Full Release of Reclamation Surety, Surety Bond #1 C.S.

Mining LLC, Hidden Treasure Mine, M/001/0067, Beaver County, Utah

Dear Sir or Madame:

Lexon Insurance Company is presently holding surety bond † for the benefit of the State of Utah, Division of Oil, Gas and Mining, as a form of reclamation surety for C.S. Mining LLC's Hidden Treasure mine. An acceptable replacement surety has been provided by the company, and the subject surety is no longer needed. This letter authorizes the full release of surety bond †

Please contact Paul Baker at 801-538-5261 or Dana Dean at 801-538-5320 if you have questions or concerns about this action. Thank you for your help in this matter.

Sincerely,

John R. Baza Director

JRB:pnb:pb

cc: David McMullin, C.S. Mining LLC (dmcmullin@csmining.com)

Ed Ginouves, BLM-Cedar City (eginouve@blm.gov)

Opie Abeyta, BLM-UTSO (oabeyta@blm.gov)

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